

NOTICE

GuideStar has been informed by the IRS of processing errors on IRS Forms 990 filed electronically between January 1, 2009, and December 3, 2010, for form year 2008. These processing errors resulted in inaccurate data appearing on the scanned images of the affected returns that are posted on GuideStar and do not reflect the information filed with the IRS.

These errors include:

- Part III, line 1, organization's mission description—may not reflect what was originally submitted by the nonprofit organization.
- Part VIII, line 8a, gross income for special events—values may have been transposed.
- Part IX, line 7c, other salaries and wages, management and general expenses—may show a blank where a value was originally reported.
- Schedule D, Part V, line 3a(ii), endowment funds and possession by related organizations—checkbox values may have been transposed.

GuideStar is working with the IRS to obtain a corrected copy of its form year 2008 Form 990. GuideStar will replace this Form 990 if, and when, the accurate return is made available from the IRS.

For more information, please visit <http://www2.guidestar.org/rxg/help/form-year-2008-returns.aspx>



Form 990

Return of Organization Exempt From Income Tax

2008

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

► The organization may have to use a copy of this return to satisfy state reporting requirements

Open to Public Inspection

A For the 2008 calendar year, or tax year beginning 07-01-2008 and ending 06-30-2009

- B Check if applicable
 Address change
 Name change
 Initial return
 Termination
 Amended return
 Application pending

Please use IRS label or print or type. See Specific Instructions.

C Name of organization Franciscan Sisters of Chicago Service Corporation	D Employer identification number 36-3579767
Doing Business As	
E Number and street (or P O box if mail is not delivered to street address) 1055 W 175th Street	F Room/suite
G City or town, state or country, and ZIP + 4 Homewood, IL 60430	

I Tax-exempt status 501(c) (3) ► (insert no) 4947(a)(1) or 527

J Web site: ► www.franciscancommunities.com

K Type of organization Corporation trust association other ►

- H(a)** Is this a group return for affiliates? Yes No
- H(b)** Are all affiliates included? Yes No
(If "No," attach a list. See instructions.)
- H(c)** Group Exemption Number ►

L Year of Formation 1998 M State of legal domicile IL

Part I Summary

Activities & Governance	1 Briefly describe the organization's mission or most significant activities Organized and operated exclusively for the charitable and religious purpose to support the ministries of the Franciscan Sisters of Chicago		
	2 Check this box <input type="checkbox"/> if the organization discontinued its operations or disposed of more than 25% of its assets		
Revenue	3 Number of voting members of the governing body (Part VI, line 1a)	3	8
	4 Number of independent voting members of the governing body (Part VI, line 1b)	4	7
	5 Total number of employees (Part V, line 2a)	5	81
	6 Total number of volunteers (estimate if necessary)	6	0
	7a Total gross unrelated business revenue from Part VIII, line 12, column (C)	7a	739,385
	b Net unrelated business taxable income from Form 990-T, line 34	7b	-57,121
Expenses	8 Contributions and grants (Part VIII, line 1h)	Prior Year	Current Year
	9 Program service revenue (Part VIII, line 2g)	255	85
	10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	7,999,164	8,159,566
	11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	652,396	-247,332
	12 Total revenue—add lines 8 through 11 (must equal Part VIII, column (A), line 12)	650,335	776,565
		9,302,150	8,688,884
Net Assets or Fund Balances	13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)	0	0
	14 Benefits paid to or for members (Part IX, column (A), line 4)	0	0
	15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	9,422,771	6,788,570
	16a Professional fundraising fees (Part IX, column (A), line 11e)	0	0
	b (Total fundraising expenses, Part IX, column (D), line 25 570)		
	17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24f)	5,188,932	5,045,299
	18 Total expenses—add lines 13-17 (must equal Part IX, line 25, column (A))	14,611,703	11,833,869
	19 Revenue less expenses Subtract line 18 from line 12	-5,309,553	-3,144,985
		Beginning of Year	End of Year
	20 Total assets (Part X, line 16)	31,358,003	38,785,449
	21 Total liabilities (Part X, line 26)	29,695,155	25,007,187
	22 Net assets or fund balances Subtract line 21 from line 20	1,662,848	13,778,262

Part II Signature Block

Please Sign Here	Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge		
	<input type="checkbox"/>	2010-05-14	Date
	Signature of officer		
	Robert Zimmer Senior VP & CFO		
	Type or print name and title		
Paid Preparer's Use Only	Preparer's signature	Date	Check if self-employed <input type="checkbox"/>
	Firm's name (or yours if self-employed), address, and ZIP + 4	Preparer's PTIN (See Gen Inst)	
	ERNST & YOUNG US LLP 5451 LAKEVIEW PARKWAY S DRIVE INDIANAPOLIS, IN 46268	EIN <input type="checkbox"/>	
	Phone no <input type="checkbox"/> (317) 280-3400		

May the IRS discuss this return with the preparer shown above? (See instructions) Yes No

Part III Statement of Program Service Accomplishments (See the instructions.)**1** Briefly describe the organization's mission
See Additional Data Table**2** Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? Yes No

If "Yes," describe these new services on Schedule O

3 Did the organization cease conducting or make significant changes in how it conducts any program services? Yes No

If "Yes," describe these changes on Schedule O

4 Describe the exempt purpose achievements for each of the organization's three largest program services by expenses
Section 501(c)(3) and (4) organizations and 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported**4a** (Code) (Expenses \$ 7,419,171 including grants of \$) (Revenue \$ 7,422,158)

The Franciscan Sisters of Chicago Service Corporation ("FSCSC") is sponsored by the Franciscan Sisters of Chicago. FSCSC is organized and operated exclusively for the charitable and religious purpose to support the ministries of the Franciscan Sisters of Chicago. FSCSC is the sole corporate member of Franciscan Communities, Inc., University Place Inc., Franciscan Communities St Mary of the Woods, Franciscan Communities Villa de San Antonio, The Clare at Water Tower, Franciscan Community Services, Franciscan Community Benefit Services, St Jude House, St Joseph Senior Housing, and St Anthony Medical Center. FSCSC provides program and administrative support for its affiliates including operational oversight, financial management, treasury management, information technology, compliance, marketing, human resources, resident services, and construction and development management. FSCSC also provides program, administrative, development, and construction management to unrelated exempt third parties who provide services to the elderly. FSCSC owns and rents a medical office building to an unrelated exempt organization that provides services to certain residents of affiliate communities and the community.

4b (Code) (Expenses \$) (Revenue \$)**4c** (Code) (Expenses \$) (Revenue \$)**4d** Other program services (Describe in Schedule O)
(Expenses \$) (including grants of \$) (Revenue \$)**4e** Total program service expenses \$ 7,419,171 Must equal Part IX, Line 25, column (B).

Part IV Checklist of Required Schedules

- 1** Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? If "Yes," complete Schedule A
- 2** Is the organization required to complete Schedule B, Schedule of Contributors?
- 3** Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? If "Yes," complete Schedule C, Part I
- 4** Section 501(c)(3) organizations Did the organization engage in lobbying activities? If "Yes," complete Schedule C, Part II
- 5** Section 501(c)(4), 501(c)(5), and 501(c)(6) organizations Is the organization subject to the section 6033(e) notice and reporting requirement and proxy tax? If "Yes," complete Schedule C, Part III
- 6** Did the organization maintain any donor advised funds or any accounts where donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? If "Yes," complete Schedule D, Part I
- 7** Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas or historic structures? If "Yes," complete Schedule D, Part II
- 8** Did the organization maintain collections of works of art, historical treasures, or other similar assets? If "Yes," complete Schedule D, Part III
- 9** Did the organization report an amount in Part X, line 21, serve as a custodian for amounts not listed in Part X, or provide credit counseling, debt management, credit repair, or debt negotiation services? If "Yes," complete Schedule D, Part IV
- 10** Did the organization hold assets in term, permanent, or quasi-endowments? If "Yes," complete Schedule D, Part V
- 11** Did the organization report an amount in Part X, lines 10, 12, 13, 15, or 25? If "Yes," complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable
- 12** Did the organization receive an audited financial statement for the year for which it is completing this return that was prepared in accordance with GAAP? If "Yes," complete Schedule D, Parts XI, XII, and XIII
- 13** Is the organization a school as described in section 170(b)(1)(A)(ii)? If "Yes," complete Schedule E
- 14a** Did the organization maintain an office, employees, or agents outside of the U.S.?
 - b** Did the organization have aggregate revenues or expenses of more than \$10,000 from grantmaking, fundraising, business, and program service activities outside the U.S.? If "Yes," complete Schedule F, Part I
- 15** Did the organization report on Part IX, column (A), line 3, more than \$5,000 of grants or assistance to any organization or entity located outside the United States? If "Yes," complete Schedule F, Part II
- 16** Did the organization report on Part IX, column (A), line 3, more than \$5,000 of aggregate grants or assistance to individuals located outside the United States? If "Yes," complete Schedule F, Part III
- 17** Did the organization report more than \$15,000 on Part IX, column (A), line 11e? If "Yes," complete Schedule G, Part I
- 18** Did the organization report more than \$15,000 total on Part VIII, lines 1c and 8a? If "Yes," complete Schedule G, Part II
- 19** Did the organization report more than \$15,000 on Part VIII, line 9a? If "Yes," complete Schedule G, Part III
- 20** Did the organization operate one or more hospitals? If "Yes," complete Schedule H
- 21** Did the organization report more than \$5,000 on Part IX, column (A), line 1? If "Yes," complete Schedule I, Parts I and II
- 22** Did the organization report more than \$5,000 on Part IX, column (A), line 2? If "Yes," complete Schedule I, Parts I and III
- 23** Did the organization answer "Yes" to Part VII, Section A, questions 3, 4, or 5? If "Yes," complete Schedule J
- 24a** Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than \$100,000 as of the last day of the year, that was issued after December 31, 2002? If "Yes," answer questions 24b-24d and complete Schedule K. If "No," go to question 25
 - b** Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?
 - c** Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?
 - d** Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?
- 25a** Section 501(c)(3) and 501(c)(4) organizations Did the organization engage in an excess benefit transaction with a disqualified person during the year? If "Yes," complete Schedule L, Part I
- b** Did the organization become aware that it had engaged in an excess benefit transaction with a disqualified person from a prior year? If "Yes," complete Schedule L, Part I
- 26** Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? If "Yes," complete Schedule L, Part II
- 27** Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, or substantial contributor, or to a person related to such an individual? If "Yes," complete Schedule L, Part III

	Yes	No
1	Yes	
2		No
3		No
4		No
5		
6		No
7		No
8		No
9		No
10	Yes	
11	Yes	
12		No
13		No
14a		No
14b		No
15		No
16		No
17		No
18		No
19		No
20		No
21		No
22		No
23	Yes	
24a		No
24b		
24c		
24d		
25a	Yes	
25b	Yes	
26		No
27		No

Part IV Checklist of Required Schedules (Continued)

- 28** During the tax year, did any person who is a current or former officer, director, trustee, or key employee
a Have a direct business relationship with the organization (other than as an officer, director, trustee, or employee), or an indirect business relationship through ownership of more than 35% in another entity (individually or collectively with other person(s) listed in Part VII, Section A)? If "Yes," complete Schedule L, Part IV
- b** Have a family member who had a direct or indirect business relationship with the organization? If "Yes," complete Schedule L, Part IV
- c** Serve as an officer, director, trustee, key employee, partner, or member of an entity (or a shareholder of a professional corporation) doing business with the organization? If "Yes," complete Schedule L, Part IV
- 29** Did the organization receive more than \$25,000 in non-cash contributions? If "Yes," complete Schedule M
- 30** Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? If "Yes," complete Schedule M
- 31** Did the organization liquidate, terminate, or dissolve and cease operations? If "Yes," complete Schedule N, Part I
- 32** Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? If "Yes," complete Schedule N, Part II
- 33** Did the organization own 100% of an entity disregarded as separate from the organization under Regulations section 301 7701-2 and 301 7701-3? If "Yes," complete Schedule R, Part I
- 34** Was the organization related to any tax-exempt or taxable entity? If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1
- 35** Is any related organization a controlled entity within the meaning of section 512(b)(13)? If "Yes," complete Schedule R, Part V, line 2
- 36** 501(c)(3) organizations Did the organization make any transfers to an exempt non-charitable related organization? If "Yes," complete Schedule R, Part V, line 2
- 37** Did the organization conduct more than 5 percent of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? If "Yes," complete Schedule R, Part VI

	Yes	No
28a		No
28b		No
28c	Yes	
29		No
30		No
31		No
32		No
33		No
34	Yes	
35	Yes	
36	Yes	
37		No

Part V Statements Regarding Other IRS Filings and Tax Compliance

		Yes	No
1a	Enter the number reported in Box 3 of Form 1096, <i>Annual Summary and Transmittal of U.S. Information Returns</i> . Enter -0- if not applicable	1a	77
1b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable	1b	0
1c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?	1c	Yes
2a	Enter the number of employees reported on Form W-3, <i>Transmittal of Wage and Tax Statements</i> filed for the calendar year ending with or within the year covered by this return	2a	81
2b	If at least one is reported in 2a, did the organization file all required federal employment tax returns? Note: If the sum of lines 1a and 2a is greater than 250, you may be required to e-file this return.	2b	Yes
3a	Did the organization have unrelated business gross income of \$1,000 or more during the year covered by this return?	3a	Yes
3b	If "Yes," has it filed a Form 990-T for this year? If "No," provide an explanation in Schedule O	3b	Yes
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?	4a	No
b	If "Yes," enter the name of the foreign country _____ See the instructions for exceptions and filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts .		
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?	5a	No
5b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?	5b	No
5c	If "Yes," to 5a or 5b, did the organization file Form 8886-T, <i>Disclosure by Tax-Exempt Entity Regarding Prohibited Tax Shelter Transaction</i> ?	5c	
6a	Did the organization solicit any contributions that were not tax deductible?	6a	No
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?	6b	
7	<i>Organizations that may receive deductible contributions under section 170(c).</i>	7a	No
a	Did the organization provide goods or services in exchange for any quid pro quo contribution of \$75 or more?	7b	
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?	7c	No
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?	7d	
d	If "Yes," indicate the number of Forms 8282 filed during the year	7e	
e	Did the organization, during the year, receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?	7f	
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?	7g	
g	For all contributions of qualified intellectual property, did the organization file Form 8899 as required?	7h	
h	For contributions of cars, boats, airplanes, and other vehicles, did the organization file a Form 1098-C as required?	8	No
8	<i>Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.</i> Did the supporting organization, or a fund maintained by a sponsoring organization, have excess business holdings at any time during the year?	9a	
9	<i>Section 501(c)(3) and other sponsoring organizations maintaining donor advised funds.</i>	9b	
a	Did the organization make any taxable distributions under section 4966?		
b	Did the organization make a distribution to a donor, donor advisor, or related person?		
10	<i>Section 501(c)(7) organizations.</i> Enter	10a	
a	Initiation fees and capital contributions included on Part VIII, line 12	10b	
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities		
11	<i>Section 501(c)(12) organizations</i> Enter	11a	
a	Gross income from members or shareholders	11b	
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them)		
12a	<i>Section 4947(a)(1) non-exempt charitable trusts.</i> Is the organization filing Form 990 in lieu of Form 1041?	12a	
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year	12b	

Part VI Governance, Management, and Disclosure (Sections A, B, and C request information about policies not required by the Internal Revenue Code.)
Section A. Governing Body and Management

	Yes	No
<i>For each "Yes" response to lines 2-7 below, and for a "No" response to lines 8 or 9b below, describe the circumstances, processes, or changes in Schedule O. See instructions.</i>		
1a Enter the number of voting members of the governing body . . .	1a	8
b Enter the number of voting members that are independent . . .	1b	7
2 Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?	2	No
3 Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors or trustees, or key employees to a management company or other person?	3	Yes
4 Did the organization make any significant changes to its organizational documents since the prior Form 990 was filed?	4	No
5 Did the organization become aware during the year of a material diversion of the organization's assets?	5	Yes
6 Does the organization have members or stockholders?	6	Yes
7a Does the organization have members, stockholders, or other persons who may elect one or more members of the governing body?	7a	Yes
b Are any decisions of the governing body subject to approval by members, stockholders, or other persons?	7b	Yes
8 Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following		
a the governing body?	8a	Yes
b each committee with authority to act on behalf of the governing body?	8b	Yes
9a Does the organization have local chapters, branches, or affiliates?	9a	No
b If "Yes," does the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with those of the organization?	9b	
10 Was a copy of the Form 990 provided to the organization's governing body before it was filed? All organizations must describe in Schedule O the process, if any, the organization uses to review the Form 990	10	Yes
11 Is there any officer, director or trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? If "Yes," provide the names and addresses in Schedule O	11	No

Section B. Policies

	Yes	No
12a Does the organization have a written conflict of interest policy? If "No", go to line 13	12a	Yes
b Are officers, directors or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	12b	Yes
c Does the organization regularly and consistently monitor and enforce compliance with the policy? If "Yes," describe in Schedule O how this is done	12c	Yes
13 Does the organization have a written whistleblower policy?	13	Yes
14 Does the organization have a written document retention and destruction policy?	14	Yes
15 Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision		
a The organization's CEO, Executive Director, or top management official?	15a	Yes
b Other officers or key employees of the organization?	15b	Yes
Describe the process in Schedule O		
16a Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?	16a	No
b If "Yes," has the organization adopted a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable Federal tax law, and taken steps to safeguard the organization's exempt status with respect to such arrangements?	16b	

Section C. Disclosure

17 List the States with which a copy of this Form 990 is required to be filed	
18 Section 6104 requires an organization to make its Form 1023 (or 1024 if applicable), 990, and 990-T (501(c) (3)s only) available for public inspection. Indicate how you make these available. Check all that apply	
<input type="checkbox"/> own website <input type="checkbox"/> another's website <input checked="" type="checkbox"/> upon request	
19 Describe in Schedule O whether (and if so, how), the organization makes its governing documents, conflict of interest policy, and financial statements available to the public. See Additional Data Table	
20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization	
RICHARD DTRUESDALE 1055 W 175TH STREET SUITE 202 Homewood, IL 60430 (708) 647-6500	

Part VII Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors

Section A Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Use Schedule J-2 if additional space is needed.

* List all of the organization's **current** officers, directors, trustees (whether individuals or organizations) and key employees regardless of amount of compensation, and current key employees Enter -0- in columns (D), (E), and (F) if no compensation was paid

* List the organization's five **current** highest compensated employees (other than an officer, director, trustee or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than \$100,000 from the organization and any related organizations

* List all of the organization's **former** officers, key employees, or highest compensated employees who received more than \$100,000 of reportable compensation from the organization and any related organizations

* List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than \$10,000 of reportable compensation from the organization and any related organizations

List persons in the following order individual trustees or directors, institutional trustees, officers, key employees, highest compensated employees, and former such persons

Check this box if the organization did not compensate any officer, director, trustee or key employee.

Part VII **Continued**

2 Total number of individuals (including those in 1a) who received more than \$100,000 in reportable compensation from the organization ►10

	Yes	No
3 Did the organization list any former officer, director or trustee, key employee, or highest compensated employee on line 1a? If "Yes," complete Schedule J for such individual	3 Yes	
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than \$150,000? If "Yes," complete Schedule J for such individual	4 Yes	
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization for services rendered to the organization? If "Yes," complete Schedule J for such person	5 Yes	

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than \$100,000 of compensation from the organization

(A) Name and business address	(B) Description of services	(C) Compensation
Mesirow Financial Interim Management	Management/ consult	965,519
McDermott Will Emery PO Box 2995 CAROL STREAM, IL 601322995	legal	130,277
Parante Randolph LLC PO Box 13090 NEWARK, NH 071880090	Consulting	122,715
Henry Brothers Company 9821 S 78th Avenue HICKORY HILLS, IL 60457	Construction	110,523
Greystone Development Company II L 222 West Las Colinas Blvd Suite 21 IRVING, TX 75039	Consulting	101,422
2 Total number of independent contractors (including those in 1) who received more than \$100,000 in compensation		9

**Part
VIII** **Statement of Revenue**

		(A) Total Revenue	(B) Related or Exempt Function Revenue	(C) Unrelated Business Revenue	(D) Revenue Excluded from Tax under IRC 512, 513, or 514
Contributions, gifts, grants and other similar amounts	1a Federated campaigns . . . 1a _____ b Membership dues 1b _____ c Fundraising events 1c _____ d Related organizations 1d _____ e Government grants (contributions) 1e _____ f All other contributions, gifts, grants, and similar amounts not included above 1f _____ 85 g Noncash contributions included in lines 1a-1f \$ _____ h Total (Add lines 1a-1f) 1f _____ 85				
Program Service Revenue	2a MGMT FEES FROM EXEMPT ORGANIZATIONS Business Code 541,610 b DEV FEES FROM EXEMPT ORGANIZATIONS 541,610 c _____ d _____ e _____ f All other program service revenue g Total. Add lines 2a-2f 2f \$ 8,159,566	7,898,194	7,360,786	537,408	
	3 Investment income (including dividends, interest other similar amounts) 3 130,260				
	4 Income from investment of tax-exempt bond proceeds 4 0				
	5 Royalties 5 0				
	6a Gross Rents (i) Real 439,354 b Less rental expenses 490,125 c Rental income or (loss) -50,771 d Net rental income or (loss) 6d -50,771				-50,771
	7a Gross amount from sales of assets other than inventory (i) Securities 2,496,450 b Less cost or other basis and sales expenses 2,874,042 c Gain or (loss) -377,592 d Net gain or (loss) 7d -377,592				-377,592
Other Revenue	8a Gross income from fundraising events (not including \$ _____ of contributions reported on line 1c) See Part IV, line 18 Attach Schedule G if total exceeds \$15,000 a b Less direct expenses . . . b c Net income or (loss) from fundraising events c 0				
	9a Gross income from gaming activities See part IV, line 19 Complete Schedule G if total exceeds \$15,000 a b Less direct expenses . . . b c Net income or (loss) from gaming activities c 0				
	10a Gross sales of inventory, less returns and allowances a b Less cost of goods sold . . . b c Net income or (loss) from sales of inventory c 0				
	Miscellaneous Revenue Business Code				
	11a HOME HEALTH CARE JOINT VENTURE 621,610 b TV/INTERNET SERVICE PROVIDER FEES 518,210 c EMPLOYEE COBRA PAYMENTS 900,099 d All other revenue _____ 210,827 e Total. Add lines 11a-11d \$ 827,336	451,546			451,546
	12 Total Revenue. Add lines 1h, 2g, 3, 4, 5, 6d, 7d, 8c, 9c, 10c, and 11c	8,688,884	7,422,158	739,385	396,996

Part IX Statement of Functional Expenses**Section 501(c)(3) and 501(c)(4) organizations must complete all columns.****All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).**

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the U S See Part IV, line 21	0			
2 Grants and other assistance to individuals in the U S See Part IV, line 22	0			
3 Grants and other assistance to governments, organizations and individuals outside the U S See Part IV, lines 15 and 16	0			
4 Benefits paid to or for members	0			
5 Compensation of current officers, directors, trustees, and key employees	1,644,304	939,247	705,057	
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	161,363	161,363		
7 Other salaries and wages	3,883,755	3,412,221		
8 Pension plan contributions (include section 401(k) and section 403(b) employer contributions)	81,072	71,604	9,468	
9 Other employee benefits	610,908	539,695	71,213	
10 Payroll taxes	407,168	326,948	80,220	
11 Fees for services (non-employees)				
a Management	0			
b Legal	202,878		202,878	
c Accounting	86,031		86,031	
d Lobbying	0			
e Professional fundraising See Part IV, line 17 . . .	0			
f Investment management fees	23,534		23,534	
g Other	2,620,137	320,145	2,299,992	
12 Advertising and promotion	88,516	88,516		
13 Office expenses	292,614	94,237	198,277	100
14 Information technology	257,899	257,899		
15 Royalties	0			
16 Occupancy	343,822	343,822		
17 Travel	192,302	92,199	100,103	
18 Payments of travel or entertainment expenses for any Federal, state or local public officials	0			
19 Conferences, conventions and meetings	11,709	4,926	6,783	
20 Interest	174,759	174,759		
21 Payments to affiliates	0			
22 Depreciation, depletion, and amortization	416,219	416,219		
23 Insurance	64,352	64,352		
24 Other expenses—Itemize expenses not covered above (Expenses grouped together and labeled miscellaneous may not exceed 5% of total expenses shown on line 25 below)				
a DUES AND SUBSCRIPTIONS	85,888	18,887	67,001	
b BAD DEBT EXPENSE	28,801	28,801		
c RECRUITMENT	17,669	17,669		
d MINOR EQUIPMENT PURCHASES	13,107	1,751	11,356	
e OTHER	125,062	43,911	80,681	470
f All other expenses				
25 Total functional expenses. Add lines 1 through 24f	11,833,869	7,419,171	4,414,128	570
26 Joint Costs. Check <input type="checkbox"/> if following SOP 98-2 Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation				

Part X Balance Sheet

		(A) Beginning of year	(B) End of year
Assets			
1	Cash—non-interest-bearing	600	150
2	Savings and temporary cash investments	599,121	596,465
3	Pledges and grants receivable, net	3	
4	Accounts receivable, net	656,434	371,999
5	Receivables from current and former officers, directors, trustees, key employees or other related parties <i>Complete Part II of Schedule L</i>	5	
6	Receivables from other disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B) <i>Complete Part II of Schedule L</i>	6	
7	Notes and loans receivable, net	7	
8	Inventories for sale or use	151,461	135,596
9	Prepaid expenses and deferred charges	3,585,943	408,203
10a	Land, buildings, and equipment cost basis	10a	14,961,367
b	Less accumulated depreciation <i>Complete Part VI of Schedule D</i>	10b	4,712,954
		10,687,595	10c 10,248,413
11	Investments—publicly traded securities	5,402,631	11 8,743,609
12	Investments—other securities See Part IV, line 11 <i>Complete Part VII of Schedule D</i>	12	
13	Investments—program-related See Part IV, line 11 <i>Complete Part VIII of Schedule D</i>	13	166,287
14	Intangible assets	14	
15	Other assets See Part IV, line 11 <i>Complete Part IX of Schedule D</i>	10,274,218	18,114,727
16	Total assets. Add lines 1 through 15 (must equal line 34)	31,358,003	16 38,785,449
17	Accounts payable and accrued expenses	6,176,114	17 6,228,027
18	Grants payable	18	
19	Deferred revenue	3,948,422	19 5,804,612
20	Tax-exempt bond liabilities	20	
21	Escrow account liability <i>Complete Part IV of Schedule D</i>	21	
22	Payable to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons <i>Complete Part II of Schedule L</i>	22	
23	Secured mortgages and notes payable to unrelated third parties	7,738,419	23 3,057,106
24	Unsecured notes and loans payable	24	
25	Other liabilities <i>Complete Part X of Schedule D</i>	11,832,200	25 9,917,442
26	Total liabilities. Add lines 17 through 25	29,695,155	26 25,007,187
Organizations that follow SFAS 117, check here ► <input checked="" type="checkbox"/> and complete lines 27 through 29, and lines 33 and 34.			
27	Unrestricted net assets	1,658,168	27 13,773,582
28	Temporarily restricted net assets	4,680	28 4,680
29	Permanently restricted net assets	29	
Organizations that do not follow SFAS 117, check here ► <input type="checkbox"/> and complete lines 30 through 34.			
30	Capital stock or trust principal, or current funds	30	
31	Paid-in or capital surplus, or land, building or equipment fund	31	
32	Retained earnings, endowment, accumulated income, or other funds	32	
33	Total net assets or fund balances	33	13,778,262
34	Total liabilities and net assets/fund balances	34	38,785,449
Net Assets or Fund Balances			

Part XI Financial Statements and Reporting

		Yes	No
1	Accounting method used to prepare the Form 990 <input type="checkbox"/> cash <input checked="" type="checkbox"/> accrual <input type="checkbox"/> other		
2a	Were the organization's financial statements compiled or reviewed by an independent accountant?	2a	No
b	Were the organization's financial statements audited by an independent accountant?	2b	No
c	If "Yes" to lines 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant?	2c	
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?	3a	No
b	If "Yes," did the organization undergo the required audit or audits?	3b	

2008

Open to Public
Inspection**SCHEDULE A**
(Form 990 or 990EZ)Department of the Treasury
Internal Revenue Service**Public Charity Status and Public Support****To be completed by all section 501(c)(3) organizations and section 4947(a)(1)
nonexempt charitable trusts.****Attach to Form 990 or Form 990-EZ. See separate instructions.****Name of the organization**Franciscan Sisters of Chicago Service
Corporation**Employer identification number**

36-3579767

Part I Reason for Public Charity Status (to be completed by all organizations) (See Instructions)

The organization is not a private foundation because it is (Please check only one organization)

- 1 A church, convention of churches, or association of churches described in **Section 170(b)(1)(A)(i)**.
- 2 A school described in **Section 170(b)(1)(A)(ii)**. (Attach Schedule E)
- 3 A hospital or a cooperative hospital service organization described in **Section 170(b)(1)(A)(iii)**. (Attach Schedule H)
- 4 A medical research organization operated in conjunction with a hospital described in **Section 170(b)(1)(A)(iii)**. Enter the hospital's name, city, and state
- 5 An organization operated for the benefit of a college or university owned or operated by a governmental unit described in **Section 170(b)(1)(A)(iv)**. (Complete Part II)
- 6 A federal, state, or local government or governmental unit described in **Section 170(b)(1)(A)(v)**.
- 7 An organization that normally receives a substantial part of its support from a governmental unit or from the general public described in **Section 170(b)(1)(A)(vi)** (Complete Part II)
- 8 A community trust described in **Section 170(b)(1)(A)(vi)** (Complete Part II)
- 9 An organization that normally receives (1) more than 33 1/3% of its support from contributions, membership fees, and gross receipts from activities related to its exempt functions—subject to certain exceptions, and (2) no more than 33 1/3% of its support from gross investment income and unrelated business taxable income (less section 511 tax) from businesses acquired by the organization after June 30, 1975 See **Section 509(a)(2)**. (Complete Part III)
- 10 An organization organized and operated exclusively to test for public safety See **Section 509(a)(4)**. (See Instructions)
- 11 An organization organized and operated exclusively for the benefit of, to perform the functions of, or to carry out the purposes of one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2) See **Section 509(a)(3)**. Check the box that describes the type of supporting organization and complete lines 11e through 11h
- a Type I b Type II c Type III - Functionally Integrated d Type III - Other
- e By checking this box, I certify that the organization is not controlled directly or indirectly by one or more disqualified persons other than foundation managers and other than one or more publicly supported organizations described in section 509(a)(1) or section 509(a)(2)
- f If the organization received a written determination from the IRS that it is a Type I, Type II or Type III supporting organization, check this box
- g Since August 17, 2006, has the organization accepted any gift or contribution from any of the following persons?
- (i) a person who directly or indirectly controls, either alone or together with persons described in (ii) and (iii) below, the governing body of the the supported organization?
- (ii) a family member of a person described in (i) above?
- (iii) a 35% controlled entity of a person described in (i) or (ii) above?
- h Provide the following information about the organizations the organization supports

	Yes	No
11g(i)		No
11g(ii)		No
11g(iii)		No

(i) Name of Supported Organization	(ii) EIN	(iii) Type of organization (described on lines 1- 9 above or IRC section (See Instructions))	(iv) Is the organization in col (i) listed in your governing document?		(v) Did you notify the organization in col (i) of your support?		(vi) Is the organization in col (i) organized in the U S ?		(vii) Amount of support?
			Yes	No	Yes	No	Yes	No	
See Additional Data Table									
Total									7,547,020

Part II Support Schedule for Organizations Described in IRC 170(b)(1)(A)(iv) and 170(b)(1)(A)(vi)
 (Complete only if you checked the box on line 5, 7, or 8 of Part I.)
Public Support

Calendar year (or fiscal year beginning in)	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants")						
2 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
3 The value of services or facilities furnished by a governmental unit to the organization without charge						
4 Total. Add line 1-3						
5 The portion of total contribution by each person (other than a government unit or publicly supported organization) included on line 1 that exceed 2% of the amount shown on line 11, column (f)						
6 Public Support subtract line 5 from line 4						

Total Support

Calendar year (or fiscal year beginning in)	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
7 Amounts from line 4						
8 Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
9 Net income from unrelated business activities, whether or not the business is regularly carried on						
10 Other income Do not include gain or loss from the sale of capital assets (Explain in Part IV)						
11 Total Support (Add lines 7 through 10)						
12 Gross receipts from related activities, etc (See instructions)					12	

13 First Five Years. If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a 501(c)(3) organization, check this box and **stop here**

**Computation of Public Support Percentage**

14 Public Support Percentage for 2008 (line 6 column (f) divided by line 11 column (f))	14	
15 Public Support Percentage for 2007 Schedule A, Part IV-A, line 26f	15	
16a 33 1/3% Test - 2008. If the organization did not check the box on line 13, and line 14 is 33 1/3% or more, check this box and stop here . The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 33 1/3% Test - 2007. If the organization did not check the box on line 13 or 16a, and line 15 is 33 1/3% or more, check this box and stop here . The organization qualifies as a publicly supported organization		<input type="checkbox"/>
17a 10% Facts and Circumstances Test - 2008. If the organization did not check a box on line 13, 16a, or 16b and line 14 is 10% or more, and if the organization meets the "facts and circumstances" test, check this box and stop here . Explain in Part IV how the organization meets the "facts and circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
b 10% Facts and Circumstances Test - 2007. If the organization did not check a box on line 13, 16a, 16b, or 17a and line 15 is 10% or more, and if the organization meets the "facts and circumstances" test, check this box and stop here . Explain in Part IV how the organization meets the "facts and circumstances" test. The organization qualifies as a publicly supported organization		<input type="checkbox"/>
18 Private Foundation. If the organization did not check the box on line 13, 16a, 16b, 17a or 17b, check this box and see instructions		<input type="checkbox"/>

Part III Support Schedule for Organizations Described in IRC 509(a)(2)
 (Complete only if you checked the box on line 9 of Part I.)
Section A. Public Support

Calendar year (or fiscal year beginning in)	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
1 Gifts, grants, contributions, and membership fees received (Do not include any "unusual grants")						
2 Gross receipts from admissions, merchandise sold or services performed, or facilities furnished in any activity that is related to the organization's tax-exempt purpose						
3 Gross receipts from activities that are not an unrelated trade or business under section 513						
4 Tax revenues levied for the organization's benefit and either paid to or expended on its behalf						
5 The value of services or facilities furnished by a governmental unit to the organization without charge						
6 Total Add lines 1-5						
7a Amounts included on lines 1, 2, and 3 received from disqualified persons						
b Amounts included on lines 2 and 3 received from other than disqualified persons that exceed the greater of 1% of the total of lines 9, 10c, 11, and 12 for the year or \$5,000						
c Total of lines 7a and 7b						
8 Public Support (Subtract line 7c from line 6)						

Total Support

Calendar year (or fiscal year beginning in)	(a) 2004	(b) 2005	(c) 2006	(d) 2007	(e) 2008	(f) Total
9 Amounts from line 6						
10a Gross income from interest, dividends, payments received on securities loans, rents, royalties and income from similar sources						
b Unrelated business taxable income (less section 511 taxes) from businesses acquired after 30 June, 1975						
c Add lines 10a and 10b						
11 Net income from unrelated business activities not included in line 10b, whether or not the business is regularly carried on						
12 Other income Do not include gain or loss from the sale of capital assets (Explain in Part IV.)						
13 Total Support (Add lines 9, 10c, 11 and 12)						
14 First Five Years If the Form 990 is for the organization's first, second, third, fourth, or fifth tax year as a 501(c)(3) organization, check this box and stop here						►

Computation of Public Support Percentage

15 Public Support Percentage for 2008 (line 8 column (f) divided by line 13 column (f))	15
16 Public Support Percentage for 2007 Schedule A, Part IV-A, line 27g	16

Computation of Investment Income Percentage

17 Investment Income Percentage for 2008 (line 10c column (f) divided by line 13 column (f))	17
18 Investment Income Percentage from 2007 Schedule A, Part IV-A, line 27h	18
19a 33 1/3% Tests - 2008. If the organization did not check the box on line 14, and line 15 is more than 33 1/3%, and line 17 is not more than 33 1/3%, check this box and stop here . The organization qualifies as a publicly supported organization	►
b 33 1/3% Tests - 2007. If the organization did not check a box on line 14 or line 19a, and line 16 is more than 33 1/3% and line 18 is not more than 33 1/3%, check this box and stop here . The organization qualifies as a publicly supported organization	►
20 Private Foundation If the organization did not check a box on line 14, 19a or 19b, check this box and see instructions	►

Part IV Supplemental Information. Complete this part to provide the information required by Part II, line 10; Part II, line 17a or 17b, or Part III, line 12. Provide and any other additional information. (see instructions)

Facts and Circumstances Test

Additional Data

Software ID:
Software Version:
EIN: 36-3579767
Name: Franciscan Sisters of Chicago Service Corporation

Form 990, Schedule A, Part I, Line 11h - Provide the following information about the organizations the organization supports.

(i) Name of Supported Organization	(ii) EIN	(iii) Type of organization (described on lines 1- 9 above or IRC section)	(iv) Is the organization in (i) listed in your governing document?		(v) Did you notify the organization in (i) of your support?		(vi) Is the organization in (i) organized in the U S ?		(vii) Amount of support?
			Yes	No	Yes	No	Yes	No	
FRANCISCAN COMMUNITIES INC	351124441	09		No	Yes		Yes		5568818
THE CLARE AT WATER TOWER	030447208	09		No	Yes		Yes		28104
FRANCISCAN COMMUNITIES ST MARY OF THE WOODS	510436466	09		No	Yes		Yes		678569
UNIVERSITY PLACE INC	352058981	09		No	Yes		Yes		436448
FRANCISCAN COMMUNITIES VILLA DE SAN ANTONIO	743015408	09		No	Yes		Yes		107975
FRANCISCAN COMMUNITIES SERVICES INC	364026985	09		No	Yes		Yes		91640
FRANCISCAN COMMUNITY BENEFIT SERVICES	364454351	09		No	Yes		Yes		17276
ST JUDE HOUSE INC	351905782	07		No	Yes		Yes		368190
ST ANTHONY MEDICAL CENTER INC	351172181	03		No	Yes		Yes		250000

Additional Data

Software ID:
Software Version:
EIN: 36-3579767
Name: Franciscan Sisters of Chicago Service Corporation

Form 990, Part VII - Section Aaa

(A) Name and Title	(B) Average hours per week	(C) Position (check all that apply)					(D) Reportable compensation from the organization (W- 2/1099MISC)	(E) Reportable compensation from related organizations (W- 2/1099- MISC)	(F) Estimated amount of other compensation from the organization and related organizations
		Individual Trustee or Director	Institutional Trustee	Officer	Key employee	Highest compensated employee			
Sister M Francis Radke OSF , Chairman	1 0	X		X			0	0	0
Sister M Francine Labus OSF , Vice Chair and Secretary	1 0	X		X			0	0	0
Jill Krueger , Director	1 0	X					0	0	0
Annette Shoemaker , Director	1 0	X					0	0	0
Lawrence Leaman , Director	1 0	X					0	0	0
Susan Nordstrom Lopez , Director	1 0	X					0	0	0
Sandra Singer , Director	1 0	X					0	0	0
Thomas J Allison , CEO and President	40 0	X		X			0	0	0
Steve Wuitschick , CEO and President	40 0	X		X			342,431	0	392,214
Robert Zimmer , CFO and Treasurer	40 0			X			0	0	0
Chester Labus , CFO and Treasurer	40 0			X			211,749	0	199,953
Lori McLaughlin , VP Legal Counsel / Compliance	40 0			X			226,506	0	176,379
Stephen Bardoczi , SVP Planning and Real Estate	40 0				X		227,510	0	51,123
Lora Ann Slawinski , Chief Operating Officer	40 0				X		220,484	0	32,807
Lawrence Carlson , VP of Operations	40 0				X		0	197,144	35,238
Kathy Kelly , VP Clinical Services	40 0				X		147,205	0	17,981
Mark McKenzie , VP Dining Services	40 0				X		169,381	0	67,080
Richard Truesdale , Controller	40 0				X		148,216	0	30,230
Steve Kastner , Exec Dir - Holy Cross Village	40 0				X		130,016	0	29,620
Janet Sisler , Corp Dir Community Relations	40 0				X		123,162	0	17,136
Leonard Wychocki , CEO President	40 0					X	2,339,269	0	0
Ronald Maine , VP Business Development	40 0					X	218,810	0	128,540
Julie Secviar , SVP Strategic Resources	40 0					X	200,055	0	24,566

Form 990, Part III, Line 1 - Briefly describe the organization's mission:

The mission statement of the Franciscan Sisters of Chicago Service Corporation is "To Honor the Dignity of Life by Serving as a Compassionate Community". Its values include: Respect: Seeing the face of God reflected in those we serve; Service: Responding to the needs of others before our own; Dedication: Passionately fulfilling this call entrusted to us; Stewardship: Responsibly using our resources, aware that all creation is a gift; Joy: Giving from your heart.

2008

Open to Public
Inspection**SCHEDULE D**
(Form 990)**Supplemental Financial Statements**

► Attach to Form 990. To be completed by organizations that answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11, or 12.

Department of the Treasury
Internal Revenue Service**Name of the organization**

Franciscan Sisters of Chicago Service Corporation

Employer identification number

36-3579767

Part I Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6.

	(a) Donor advised funds	(b) Funds and other accounts
1 Total number at end of year		
2 Aggregate Contributions to (during year)		
3 Aggregate Grants from (during year)		
4 Aggregate value at end of year		
5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control?		<input type="checkbox"/> Yes <input type="checkbox"/> No
6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds may be used only for charitable purposes and not for the benefit of the donor or donor advisor or other impermissible private benefit?		<input type="checkbox"/> Yes <input type="checkbox"/> No

Part II Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7.

- 1 Purpose(s) of conservation easements held by the organization (check all that apply)
- Preservation of land for public use (e.g., recreation or pleasure) Preservation of an historically important land area
- Protection of natural habitat Preservation of certified historic structure
- Preservation of open space

- 2 Complete lines 2a-2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year

	Held at the End of the Year
2a	
2b	
2c	
2d	

- 3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the taxable year ►

- 4 Number of states where property subject to conservation easement is located ►

- 5 Does the organization have a written policy regarding the periodic monitoring, inspection, violations, and enforcement of the conservation easements it holds?

 Yes No

- 6 Staff or volunteer hours devoted to monitoring, inspecting and enforcing easements during the year ►

- 7 Amount of expenses incurred in monitoring, inspecting, and enforcing easements during the year ► \$

- 8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and 170(h)(4)(B)(ii)?

 Yes No

- 9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets.

Complete if the organization answered "Yes" to Form 990, Part IV, line 8.

- 1a If the organization elected, as permitted under SFAS 116, not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items

- b If the organization elected, as permitted under SFAS 116, to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items

(i) Revenues included in Form 990, Part VIII, line 1 ► \$

(ii) Assets included in Form 990, Part X ► \$

- 2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 relating to these items

a Revenues included in Form 990, Part VIII, line 1 ► \$

b Assets included in Form 990, Part X ► \$

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

- 3** Using the organization's accession and other records, check any of the following that are a significant use of its collection items (check all that apply)
- | | |
|---|--|
| <input type="checkbox"/> a Public exhibition
<input type="checkbox"/> b Scholarly research
<input type="checkbox"/> c Preservation for future generations | <input type="checkbox"/> d Loan or exchange programs
<input type="checkbox"/> e Other |
|---|--|
- 4** Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV
- 5** During the year, did the organization solicit or receive donations of art, historical treasures or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? Yes No

Part IV Trust, Escrow and Custodial Arrangements. Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21.

- 1a** Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? Yes No
- b** If "Yes," explain why in Part XIV and complete the following table
- | | Amount |
|---------------------------------|--------|
| c Beginning balance | |
| d Additions during the year | |
| e Distributions during the year | |
| f Ending balance | |
- 2a** Did the organization include an amount on Form 990, Part X, line 21? Yes No
- b** If "Yes," explain the arrangement in Part XIV

Part V Endowment Funds. Complete if the organization answered "Yes" to Form 990, Part IV, line 10.

	(a) Current Year	(b) Prior Year	(c) Two Years Back	(d) Three Years Back	(e) Four Years Back
1a Beginning of year balance	4,680				
b Contributions					
c Investment earnings or losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance	4,680				

- 2** Provide the estimated percentage of the year end balance held as

- a** Board designated or quasi-endowment ►
b Permanent endowment ►
c Term endowment ► 100 %

- 3a** Are there endowment funds not in the possession of the organization that are held and administered for the organization by

- | | | |
|--|------------------------------|-----------------------------|
| (i) unrelated organizations | <input type="checkbox"/> Yes | <input type="checkbox"/> No |
| (ii) related organizations | <input type="checkbox"/> Yes | <input type="checkbox"/> No |

- b** If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?

- 4** Describe in Part XIV the intended uses of the organization's endowment funds

Part VI Investments—Land, Buildings, and Equipment. See Form 990, Part X, line 10.

Description of investment	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Depreciation	(d) Book value
1a Land	4,450,960			4,450,960
b Buildings	4,838,075	664,754		4,173,321
c Leasehold improvements	559,126	541,321		17,805
d Equipment	4,137,463	3,449,569		687,894
e Other	975,744	57,311		918,433
Total. Add lines 1a-1e (Column (d) should equal Form 990, Part X, column (B), line 10(c).)				10,248,413

Part VII Investments—Other Securities. See Form 990, Part X, line 12.

(a) Description of security or category (including name of security)	(b) Book value	(c) Method of valuation Cost or end-of-year market value
Financial derivatives and other financial products		
Closely-held equity interests		
Other		
Total. (Column (b) should equal Form 990, Part X, col (B) line 12) ►		

Part VIII Investments—Program Related. See Form 990, Part X, line 13.

(a) Description of investment type	(b) Book value	(c) Method of valuation Cost or end-of-year market value
INVESTMENT IN HOME HEALTH JV	166,287	F
Total. (Column (b) should equal Form 990, Part X, col (B) line 13) ►		

Part IX Other Assets. See Form 990, Part X, line 15.

(a) Description	(b) Book value
DUE FROM AFFILIATES	18,114,727
Total. (Column (b) should equal Form 990, Part X, col.(B) line 15.) ►	18,114,727

Part X Other Liabilities. See Form 990, Part X, line 25.

(a) Description of Liability	(b) Amount
FEDERAL INCOME TAXES	
DUE TO AFFILIATES	5,230,423
NOTE PAYABLE - FSC	4,041,667
CAPITAL LEASE OBLIGATION	62,816
MARKET VALUE OF SWAP AGREEMENT	417,886
DEFERRED COMPENSATION - CAA BENEFITS	149,650
LIFE ANNUITY CONTRACTS	15,000
Total. (Column (b) should equal Form 990, Part X, col (B) line 25) ►	9,917,442

In Part XIV, provide the text of the footnote to the organization's financial statements that reports the organization's liability for uncertain tax positions under FIN 48

Part XI Reconciliation of Change in Net Assets from Form 990 to Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1
2	Total expenses (Form 990, Part IX, column (A), line 25)	2
3	Excess or (deficit) for the year Subtract line 2 from line 1	3
4	Net unrealized gains (losses) on investments	4
5	Donated services and use of facilities	5
6	Investment expenses	6
7	Prior period adjustments	7
8	Other (Describe in Part XIV)	8
9	Total adjustments (net) Add lines 4 - 8	9
10	Excess or (deficit) for the year per financial statements Combine lines 3 and 9	10

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements	1
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12	
a	Net unrealized gains on investments	2a
b	Donated services and use of facilities	2b
c	Recoveries of prior year grants	2c
d	Other (Describe in Part XIV)	2d
e	Add lines 2a through 2d	2e
3	Subtract line 2e from line 1	3
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1	
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a
b	Other (Describe in Part XIV)	4b
c	Add lines 4a and 4b	4c
5	Total Revenue Add lines 3 and 4c. (This should equal Form 990, Part I, line 12)	5

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements	1
2	Amounts included on line 1 but not on Form 990, Part IX, line 25	
a	Donated services and use of facilities	2a
b	Prior year adjustments	2b
c	Losses reported on Form 990, Part IX, line 25	2c
d	Other (Describe in Part XIV)	2d
e	Add lines 2a through 2d	2e
3	Subtract line 2e from line 1	3
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:	
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a
b	Other (Describe in Part XIV)	4b
c	Add lines 4a and 4b	4c
5	Total expenses Add lines 3 and 4c. (This should equal Form 990, Part I, line 18)	5

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9, Part III, lines 1a and 4, Part XIV, lines 1b and 2b, Part V, line 4, Part X, Part XI, line 8, Part XII, lines 2d and 4b, and Part XIII, lines 2d and 4b

Identifier	Return Reference	Explanation

2008

Open to Public
Inspection**Schedule J**
(Form 990)**Compensation Information**

For certain Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees
► Attach to Form 990. To be completed by organizations that answered "Yes" to Form 990, Part IV, line 23.

Department of the Treasury
Internal Revenue Service**Name of the organization**

Franciscan Sisters of Chicago Service Corporation

Employer identification number

36-3579767

Part I Questions Regarding Compensation

- 1a** Check the appropriate box(es) if the organization provided any of the following to or for a person listed in Form 990, Part VII, Section A, line 1a Complete Part III to provide any relevant information regarding these items

- | | |
|--|--|
| <input type="checkbox"/> First class or charter travel | <input type="checkbox"/> Housing allowance or residence for personal use |
| <input type="checkbox"/> Travel for companions | <input type="checkbox"/> Payments for business use of personal residence |
| <input type="checkbox"/> Tax indemnification and gross-up payments | <input type="checkbox"/> Health or social club dues or initiation fees |
| <input type="checkbox"/> Discretionary spending account | <input type="checkbox"/> Personal services (e.g., maid, chauffeur, chef) |

- b** If line 1a is checked, did the organization follow a written policy regarding payment or reimbursement or provision of all the expenses described above? If "No," complete Part III to explain

- 2** Did the organization require substantiation prior to reimbursing or allowing expenses incurred by all officers, directors, trustees, and the CEO/Executive Director, regarding the items checked in line 1a?

- 3** Indicate which, if any, of the following the organization uses to establish the compensation of the organization's CEO/Executive Director Check all that apply

- | | |
|--|---|
| <input checked="" type="checkbox"/> Compensation committee | <input type="checkbox"/> Written employment contract |
| <input type="checkbox"/> Independent compensation consultant | <input checked="" type="checkbox"/> Compensation survey or study |
| <input type="checkbox"/> Form 990 of other organizations | <input checked="" type="checkbox"/> Approval by the board or compensation committee |

- 4** During the year, did any person listed in Form 990, Part VII, Section A, line 1a

- a** Receive a severance payment or change of control payment?
b Participate in, or receive payment from, a supplemental nonqualified retirement plan?
c Participate in, or receive payment from, an equity-based compensation arrangement?

If "Yes" to any of lines 4a-c, list the persons and provide the applicable amounts for each item in Part III

501(c)(3) and 501(c)(4) organizations only must complete lines 5-8.

- 5** For persons listed in form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the revenues of

- a** The organization?

- b** Any related organization?

If "Yes," to line 5a or 5b, describe in Part III

- 6** For persons listed in form 990, Part VII, Section A, line 1a, did the organization pay or accrue any compensation contingent on the net earnings of

- a** The organization?

- b** Any related organization?

If "Yes," to line 6a or 6b, describe in Part III

- 7** For persons listed in form 990, Part VII, Section A, line 1a, did the organization provide any non-fixed payments not described in lines 5 and 6? If "Yes," describe in Part III

- 8** Were any amounts reported in Form 990, Part VII, paid or accrued pursuant to a contract that was subject to the initial contract exception described in Regs section 53.4958-4(a)(3)? If "Yes," describe in Part III

	Yes	No
1b		
2		
4a	Yes	
4b	Yes	
4c		No
5a		No
5b		No
6a		No
6b		No
7		No
8		No

Part II Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees. Use Schedule J-1 if additional space needed.

For each individual whose compensation must be reported in Schedule J, report compensation from the organization on row (i) and from related organizations described in the instructions on row (ii). Do not list any individuals that are not listed on Form 990, Part VII.

Note. The sum of columns (B)(i)-(iii) must equal the applicable column (D) or column (E) amounts on Form 990, Part VII, line 1a.

(A) Name	(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(i)-(D)	(F) Compensation reported in prior Form 990 or Form 990-EZ
	(i) Base compensation	(ii) Bonus & incentive compensation	(iii) Other compensation				
Thomas J Allison	(i) 0 (ii) 0	0 0	0 0	0 0	0 0	0 0	0 0
Stephen Bardoczi	(i) 222,198 (ii) 0	0 0	5,312 0	29,689 0	21,434 0	278,633 0	0 0
Lora Ann Slawinski	(i) 163,250 (ii) 0	35,000 0	22,234 0	18,374 0	14,433 0	253,291 0	16,487 0
Lawrence Carlson	(i) 0 (ii) 154,574	0 35,000	0 7,570	0 14,283	0 20,955	0 232,382	0 1,731
Julie Secviar	(i) 117,767 (ii) 0	0 0	82,288 0	15,380 0	9,186 0	224,621 0	29,407 0
Ronald Maine	(i) 29,323 (ii) 0	0 0	189,487 0	113,058 0	15,482 0	347,350 0	30,285 0
Kathy Kelly	(i) 133,976 (ii) 0	10,000 0	3,229 0	9,416 0	8,565 0	165,186 0	0 0
Mark McKenzie	(i) 158,605 (ii) 0	10,000 0	776 0	53,412 0	13,668 0	236,461 0	0 0
Richard Truesdale	(i) 140,247 (ii) 0	0 0	7,969 0	11,054 0	19,176 0	178,446 0	4,141 0
Chester Labus	(i) 200,545 (ii) 0	0 0	11,204 0	167,511 0	32,442 0	411,702 0	5,779 0
Lori McLaughlin	(i) 200,012 (ii) 0	0 0	26,494 0	165,049 0	11,330 0	402,885 0	26,037 0
Steve Wuitschick	(i) 195,309 (ii) 0	0 0	147,122 0	371,107 0	21,107 0	734,645 0	0 0
Leonard Wychocki	(i) 0 (ii) 0	0 0	2,339,269 0	0 0	0 0	2,339,269 0	0 0
Steve Kastner	(i) 119,463 (ii) 0	10,000 0	553 0	9,641 0	19,979 0	159,636 0	0 0
	(i)						
	(ii)						

Part III **Supplemental Information**

Complete this part to provide the information, explanation, or descriptions required for Part I, lines 1a, 1b, 4c, 5a, 5b, 6a, 6b, 7, and 8. Also complete this part for any additional information.

Identifier	Return Reference	Explanation
Compensation Information	Form 990, Schedule J, Part I, Question 4a	During the year the following employees of FSCSC received severance payments in accordance with severance agreements following the termination of their employment The amounts identified below represent the severance payments received during calendar 2008 of the total compensation reported for that period Ronald Maine, Vice-President Development \$ 127,921 Steve Wuitschick - Chief Executive Officer and President \$ 144,502
Supplemental nonqualified retirement plan	Form 990, Schedule J, Part I, Question 4b	During the year the following employees participated in a nonqualified 457(f)retirement plan The amounts identified below represent the amounts funded or paid to the employee during calendar 2008 Stephen Bardoczi \$22,904 Chester Labus \$20,709 Ronald Maine \$ 3,411 Mark McKenzie \$ 8,000 Lori McLaughlin \$20,071 Julie Secviar \$11,831 Lora Ann Slawinski \$13,413 Steve Wuitschick \$23,646 The amount identified below represents payments from a supplemental executive retirement plan during calendar 2008 Leonard Wychocki \$2,338,047

Software ID:
Software Version:
EIN: 36-3579767
Name: Franciscan Sisters of Chicago Service Corporation

Form 990, Schedule J, Part II - Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

(A) Name	(B) Breakdown of W-2 and/or 1099-MISC compensation			(C) Deferred compensation	(D) Nontaxable benefits	(E) Total of columns (B)(1)-(D)	(F) Compensation reported in prior Form 990 or Form 990-EZ
	(i) Base Compensation	(ii) Bonus & incentive compensation	(iii) Other compensation				
Thomas J Allison	(I) 0 (II) 0	0 0	0 0	0 0	0 0	0 0	0 0
Stephen Bardoczi	(I) 222,198 (II) 0	0 0	5,312 0	29,689 0	21,434 0	278,633 0	0 0
Lora Ann Slawinski	(I) 163,250 (II) 0	35,000 0	22,234 0	18,374 0	14,433 0	253,291 0	16,487 0
Lawrence Carlson	(I) 0 (II) 154,574	0 35,000	0 7,570	0 14,283	0 20,955	0 232,382	0 1,731
Julie Secviar	(I) 117,767 (II) 0	0 0	82,288 0	15,380 0	9,186 0	224,621 0	29,407 0
Ronald Maine	(I) 29,323 (II) 0	0 0	189,487 0	113,058 0	15,482 0	347,350 0	30,285 0
Kathy Kelly	(I) 133,976 (II) 0	10,000 0	3,229 0	9,416 0	8,565 0	165,186 0	0 0
Mark McKenzie	(I) 158,605 (II) 0	10,000 0	776 0	53,412 0	13,668 0	236,461 0	0 0
Richard Truesdale	(I) 140,247 (II) 0	0 0	7,969 0	11,054 0	19,176 0	178,446 0	4,141 0
Chester Labus	(I) 200,545 (II) 0	0 0	11,204 0	167,511 0	32,442 0	411,702 0	5,779 0
Lori McLaughlin	(I) 200,012 (II) 0	0 0	26,494 0	165,049 0	11,330 0	402,885 0	26,037 0
Steve Wuitschick	(I) 195,309 (II) 0	0 0	147,122 0	371,107 0	21,107 0	734,645 0	0 0
Leonard Wychocki	(I) 0 (II) 0	0 0	2,339,269 0	0 0	0 0	2,339,269 0	0 0
Steve Kastner	(I) 119,463 (II) 0	10,000 0	553 0	9,641 0	19,979 0	159,636 0	0 0

OMB No 1545-0047

2008**Open to Public
Inspection**

Department of the Treasury

Internal Revenue Service

Transactions with Interested Persons

► Attach to Form 990 or Form 990-EZ.

► To be completed by organizations that answered

"Yes" on Form 990, Part IV, lines 25a, 25b, 26, 27, 28a, 28b, or 28c,
or Form 990-EZ, Part V lines 38b or 40b.**Name of the organization**Franciscan Sisters of Chicago Service
Corporation**Employer identification number**

36-3579767

Part I Excess Benefit Transactions (section 501(c)(3) and section 501 (c)(4) organizations only).

To be completed by organizations that answered "Yes" on Form 990, Part IV, line 25a or 25b, or Form 990-EZ, Part V, line 40b

1	(a) Name of disqualified person	(b) Description of transaction	(c) Corrected?	
			Yes	No
See schedule O disclosure		See schedule O disclosure		No
2	Enter the amount of tax imposed on the organization managers or disqualified persons during the year under section 4958		► \$	0
3	Enter the amount of tax, if any, on line 2, above, reimbursed by the organization		► \$	0

Part II Loans to and/or From Interested Persons

To be completed by organizations that answered "Yes" on Form 990, Part IV, line 26, or Form 990-EZ, Part V, line 38a

(a) Name of interested person and purpose	(b) Loan to or from the organization?	(c) Original principal amount	(d) Balance due	(e) In default?		(f) Approved by board or committee?		(g) Written agreement?	
				Yes	No	Yes	No	Yes	No
Total			► \$						

Part III Grants or Assistance Benefitting Interested Persons

To be completed by organizations that answered "Yes" on Form 990, Part IV, line 27.

(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount of grant or type of assistance

Part IV Business Transactions Involving Interested Persons

To be completed by organizations that answered "Yes" on Form 990, Part IV, line 28a, 28b, or 28c.

(a) Name of interested person	(b) Relationship between interested person and the organization	(c) Amount of transaction	(d) Description of transaction	(e) Sharing of organization's revenues?	
				Yes	No
Mesirow Financial Interim Management	Entity w common officer	3,937,316	Interim mgmt and consulting		No

2008

Open to Public
Inspection**SCHEDULE O**
(Form 990)**Supplemental Information to Form 990**

► **Attach to Form 990. To be completed by organizations to provide additional information for responses to specific questions for the Form 990 or to provide any additional information.**

Name of the organization
 Franciscan Sisters of Chicago Service Corporation
Employer identification number

36-3579767

Identifier	Return Reference	Explanation
Corporate Member	Form 990, Part VI, Question 6	Does the organization have members or stockholders? The members of Franciscan Sisters of Chicago Service Corporation ("FSCSC") shall consist of the General Minister and the members of the General Council of the Franciscan Sisters of Chicago (the "Members"). The General Minister of the Franciscan Sisters of Chicago shall be the chairperson of the Members. The Members shall act in a stewardship capacity and ensure that all actions of FSCSC are consistent with the purposes of FSCSC and the ethical and religious principles of the Franciscan Sisters of Chicago and in furtherance of their apostolates and the catholic church

Identifier	Return Reference	Explanation
Elect governing body	Form 990, Part VI, Question 7a	The sole corporate member, the Franciscan Sisters of Chicago, has the reserve power to appoint and remove Directors and fill vacancies on the Board of Directors of the Franciscan Sisters of Chicago Service Corporation

Identifier	Return Reference	Explanation
Reserve Powers	Form 990, Part VI, Question 7b	The Members shall have the following reserve powers: (a) Mission, Philosophy, Values - To review and consult with the FSCSC Board of Directors, prior to the FSCSC Board of Directors' approval or adoption of any changes to or deviations from the mission, philosophy, and values of FSCSC, including as reflected in any statement of its mission, philosophy or values, or in any strategic plan, any annual operating, capital and cash flow budgets, and to approve any such change or deviation; (b) Governing Document Amendments and Governance - 1. To approve any amendments to the Articles of Incorporation, Bylaws or similar governing documents of FSCSC or any Affiliate that would diminish the rights and powers of the Members as set forth herein or in such other governing documents; 2. To appoint and remove Directors and fill vacancies on the Board of Directors; 3. To appoint or remove the Chairperson and the President/CEO of FSCSC, after consultation with the Board of Directors; (c) Significant Actions - 1. To approve any merger, consolidation, dissolution or liquidation of FSCSC or any Affiliate, other than a merger or consolidation solely between existing Affiliates; 2. To approve the creation of any new Affiliate or any affiliation; 3. To approve the establishment, termination, transfer or other acquisition or disposition of a major ministry, work or similar program by FSCSC or any Affiliate; 4. To approve the purchase, sale, donation, lease, mortgage, or any other acquisition, disposition or encumbrance of any assets of FSCSC or any Affiliate, over the amount set by the Members from time to time; 5. To approve the incurrence of indebtedness, or the guarantee of indebtedness of any person, by FSCSC or any Affiliate over an amount specified by the Members from time to time.

Identifier	Return Reference	Explanation
Governance review of 990	Form 990, Part VI, Question 10	Ernst and Young LLP presented a final draft of the completed Form 990, including all applicable schedules to the audit and finance committee of the Board of Directors prior to its filing with the Internal Revenue Service. A copy of the final Form 990 was distributed to all members of the Board of Directors before it was filed.

Identifier	Return Reference	Explanation
Delegate Control of Management Duties	Form 990, Part VI, Section A, Question 3, Schedule L, Part IV	Effective July 15, 2008, the Franciscan Sisters of Chicago Service Corporation ("FSCSC") and its sponsor, the Franciscan Sisters of Chicago, entered into an agreement to delegate the control of management duties of FSCSC to Mesirow Financial Interim Management, LLC. The scope of services of the agreement included Mr. Thomas J. Allison to serve as Chief Executive Officer of FSCSC. And in accordance with the bylaws of FSCSC, Mr. Allison serves as a member of the Board of Directors. Mr. Allison reports directly to the Board of Directors and to the Sponsor. The scope of the agreement also included consulting and project services. These services included analyzing and revising FSCSC's organizational structure and team to more effectively oversee and manage business operations, assist in developing a plan to restructure the operations and business of FSCSC, and to provide assistance for ministries facing significant challenges. The total cost of Mesirow Financial Interim Management services under this agreement for the year totalled \$3,937,316.

Identifier	Return Reference	Explanation
Conflict of Interest Policy	Form 990, Part VI, Section B, Question 12c	As provided for in the Conflict of Interest policy, it is the responsibility of the board or committee chair to ensure that each director, officer, and member of a board committee annually signs an FSCSC approved conflict of interest disclosure statement. Copies of all signed statements are forwarded to the Corporate Director of Compliance and Standards.

Identifier	Return Reference	Explanation
Executive Compensation	Form 990, Part VI, Section B, Question 15	The board of directors of the organization has the responsibility to establish compensation ranges for the employees of FSCSC. The board of directors appointed an executive compensation committee of the board to meet this responsibility. The executive compensation committee approves the compensation for the Chief Executive Officer and President, Chief Financial Officer, and other key employees in the organization. The executive compensation committee is comprised of persons who do not have a conflict of interest with respect to the compensation arrangements at issue. The process for determining the appropriate compensation of each position includes: 1. Review and approval by the executive compensation committee; 2. Obtaining and analyzing comparable compensation data for similar persons in functionally comparable positions in similar organizations; 3. Contemporaneous documentation and recordkeeping with respect to deliberations and decisions regarding the compensation arrangements.

Identifier	Return Reference	Explanation
Governing Documents Disclosure	Form 990, Part VI, Section C, Question 19	The organization makes its governing documents, conflict of interest policy and financial statements available to the public in accordance with applicable laws and regulations.

Identifier	Return Reference	Explanation
Audited Financial Statements	Form 990, Part XI, Question 2b	There is not a separate audit of the financial statements of the organization. However, the financial statements of the organization will be included in the audited consolidated financial statements of the Franciscan Sisters of Chicago Service Corporation and Subsidiaries.

Identifier	Return Reference	Explanation
Officers, Directors and Key Employees Hours	Form 990, Schedule J-2, Column B	The Franciscan Sisters of Chicago Service Corporation ("FSCSC") is the sole corporate member of Franciscan Communities, Inc., University Place Inc., Franciscan Communities St Mary of the Woods, Franciscan Communities Villa de San Antonio, The Clare at Water Tower, Franciscan Community Services, Franciscan Community Benefit Services, St Jude House, St Joseph Senior Housing, and St Anthony Medical Center. The purpose of FSCSC is to provide program and administrative support for its affiliates including operational oversight, financial management, treasury management, information technology, compliance, marketing, human resources, resident services, and construction and development management. FSCSC is the paymaster for the officers and key employees that provide these services. The average hours per week identified in Schedule J-2 reflect the total hours spent on all affiliates.

Identifier	Return Reference	Explanation
Diversion of Assets	Form 990, Part VI, Section A, Question 5	The Board of Directors of FSCSC ("Board") and management is currently investigating whether a material diversion of assets occurred. The Board has engaged legal counsel to provide a recommendation with regard to (1) appropriateness of fees charged by and paid to certain third-party service providers, (2) whether a material diversion of assets has occurred, and (3) whether a law suit should be filed to recover such assets. While the matter is under investigation with the full cooperation of the organization, there has been no final resolution of the matter through an investigative or judicial process.

Identifier	Return Reference	Explanation
Excess Benefits	Form 990, Schedule L, Part I, Line 1b	The Board of Directors of FSCSC ("Board") and management is currently investigating whether one or more excess benefit transactions occurred. The Board has engaged legal counsel and an independent compensation consultant to provide a recommendation with regard to (1) the fair market value of services rendered to the organization by certain persons, (2) whether an excess benefit transaction has occurred, and (3) whether a law suit should be filed to recover such excess benefits. While the matter is under investigation with the full cooperation of the organization, there has been no final resolution of the matter through an investigative or judicial process.

SCHEDULE R (Form 990)

Related Organizations and Unrelated Partnerships

OMB No 1545-0047

2008

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► Attach to Form 990. To be completed by organizations that answered "Yes" to Form 990, Part IV, lines 33, 34, 35, 36, or 37.
► See separate instructions.

Department of the Treasury
Internal Revenue Service

Name of the organization
Franciscan Sisters of Chicago Service Corporation

Employer identification number

36-357976

Part I Identification of Disregarded Entities

Part II Identification of Related Tax-Exempt Organizations

Part III Identification of Related Organizations Taxable as a Partnership

(A) Name, address, and EIN of related organization	(B) Primary activity	(C) Legal domicile (state or foreign country)	(D) Direct controlling entity	(E) Predominant income(related, investment, unrelated)	(F) Share of total income	(G) Share of end-of-year assets	(H) Disproportionate allocations?		(I) Code V—UBI amount on Box 20 of K-1	(J) General or managing partner?	
							Yes	No		Yes	No
Crete Housing Manager LLC 1055 W 175th Street Suite 202 Homewood, IL60430 38-3698012	Afford House	IL									

Part IV Identification of Related Organizations Taxable as a Corporation or Trust

(A) Name, address, and EIN of related organization	(B) Primary activity	(C) Legal domicile (state or foreign country)	(D) Direct controlling entity	(E) Type of entity (C corp, S corp, or trust)	(F) Share of total income	(G) Share of end-of-year assets	(H) Percentage ownership

Part V Transactions with Related Organizations

Note. Complete line 1 if any entity is listed in Parts II, III or IV

1 During the tax year, did the organization engage in any of the following transactions with one or more related organizations listed in Parts II-IV?

- a** Receipt of **(i)** interest **(ii)** annuities **(iii)** royalties **(iv)** rent from a controlled entity
- b** Gift, grant, or capital contribution to other organization(s)
- c** Gift, grant, or capital contribution from other organization(s)
- d** Loans or loan guarantees to or for other organization(s)
- e** Loans or loan guarantees by other organization(s)

- f** Sale of assets to other organization(s)
- g** Purchase of assets from other organization(s)
- h** Exchange of assets
- i** Lease of facilities, equipment, or other assets to other organization(s)

- j** Lease of facilities, equipment, or other assets from other organization(s)
- k** Performance of services or membership or fundraising solicitations for other organization(s)
- l** Performance of services or membership or fundraising solicitations by other organization(s)
- m** Sharing of facilities, equipment, mailing lists, or other assets
- n** Sharing of paid employees

- o** Reimbursement paid to other organization for expenses
- p** Reimbursement paid by other organization for expenses

- q** Other transfer of cash or property to other organization(s)
- r** Other transfer of cash or property from other organization(s)

	Yes	No
1a		No
1b	Yes	
1c	Yes	
1d	Yes	
1e		No
1f		No
1g		No
1h		No
1i		No
1j		No
1k	Yes	
1l		No
1m		No
1n		No
1o		No
1p		No
1q	Yes	
1r	Yes	

2 If the answer to any of the above is "Yes," see the instructions for information on who must complete this line, including covered relationships and transaction thresholds

(A) Name of other organization(s)	(B) Transaction type(a-r)	(C) Amount Involved
(1) See Additional Data Table		
(2)		
(3)		
(4)		
(5)		
(6)		

Part VI Unrelated Organizations Taxable as a Partnership

Provide the following information for each entity taxed as a partnership through which the organization conducted more than five percent of its activities (measured by total assets or gross revenue) that was not a related organization. See instructions regarding exclusion for certain investment partnerships.

Software ID:
Software Version:
EIN: 36-3579767
Name: Franciscan Sisters of Chicago Service Corporation

Form 990, Schedule R, Part II - Identification of Related Tax-Exempt Organizations

(A) Name, address, and EIN of related organization	(B) Primary Activity	(C) Legal Domicile (State or Foreign Country)	(D) Exempt Code section	(E) Public charity status (if 501(c)(3))	(F) Direct Controlling Entity
Franciscan Communities Inc 1055 W 175th Street Ste 202 Homewood, IL60430 35-1124441	Healthcare	IN	501(c)3	9	FSCSC
The Clare at Water Tower 1055 W 175th Street Ste 202 Homewood, IL60430 03-0447208	Healthcare	IL	501(c)3	9	N/A
Franciscan Commun St Mary of the Woods 1055 W 175th Street Ste 202 Homewood, IL60430 51-0436466	Healthcare	IL	501(c)3	9	N/A
University Place Inc 1055 W 175th Street Ste 202 Homewood, IL60430 35-2058981	Healthcare	IN	501(c)3	9	N/A
Franciscan Comm Villa de San Antonio 1055 W 175th Street Ste 202 Homewood, IL60430 74-3015408	Healthcare	IL	501(c)3	9	N/A
Franciscan Community Services Inc 1055 W 175th Street Ste 202 Homewood, IL60430 36-4026985	Healthcare	IL	501(c)3	9	N/A
Franciscan Community Benefit Services 1055 W 175th Street Ste 202 Homewood, IL60430 36-4454351	Foundation	IL	501(c)3	9	N/A
St Jude House 1055 W 175th Street Ste 202 Homewood, IL60430 35-1905782	Abuse shelter	IN	501(c)3	7	N/A
St Anthony Medical Center 1055 W 175th Street Ste 202 Homewood, IL60430 35-1172181	Hospital	IN	501(c)3	3	N/A
St Joseph Senior Housing 1055 W 175th Street Ste 202 Homewood, IL60430 37-1485002	Afford House	IL	501(c)4		N/A
Franciscan Sisters of Chicago 11500 Theresa Drive Lemont, IL60439 36-2877607	Parent	IL	503(c)3	1	N/A

Form 990, Schedule R, Part V - Transactions with Related Organizations

	(A) Name of other organization	(B) Transaction type(a-r)	(C) Amount Involved (\$)
(1)	Franciscan Communities	k	6,446,894
(2)	University Place	k	505,266
(3)	The Clare at Water Tower	k	32,535
(4)	St Joseph Senior Housing	k	225,000
(5)	Franciscan Community Benefit Services	k	20,000
(6)	Franciscan Community Services	k	106,090
(7)	St Jude House	b	325,000
(8)	St Mary of the Woods	b	325,000
(9)	St Anthony Medical Center	b	250,000
(10)	Franciscan Communities Inc	c	6,000,000
(11)	University Place	d	765,000
(12)	St Mary of the Woods	d	2,675,000
(13)	Franciscan Communities	r	4,594,882
(14)	Franciscan Community Based Services	q	729,846
(15)	University Place	r	278,876
(16)	Franciscan Communities St Mary of the Woods	q	153,496
(17)	Franciscan Communities Villa de San Antonio	q	2,453,263
(18)	St Joseph Senior Housing	q	201,678
(19)	The Clare at Water	q	4,589,794